Fundamentals of Financial Accounting

	Javed & Iqbal Electronic Stores Inventory Card by Perpetual Inventory System-Moving Average									
			PURCHASE		erpecuar	sold	System-m	oving Ave	BALANCE	
Date	2	Units	Unit Cost	Total Cost	Units	Unit Cost	Cost of Goods Sold	Units	Unit Cost	Total Cost
2008 Jan	1					· · · · · · · · · · · · · · · · · · ·		100	10,000	1,000,000
	15	10	11,000	110,000		<u> </u>	<u>ا</u> ــــــا	1 00	10,000	<u> </u>
	15	10	11,000	110,000	i — — • •	//	1/	100	10,000 11,000	1,110,000
	+	,	l	()	l — – – – – – – – – – – – – – – – – – –	<u>، </u>	1			
	$+ \rightarrow$,	├ ───┦	⊢ −−−†		l'	↓	110	10,090.9091	1,110,000
	20	,	()	(5	10090.9091	50,455	105	10,090.9091	1,059,545
Feb	18	,	<u>الم</u>	()	20	10090.9091	. 201,818	85	10,090.9091	857,727
Mar	11	20	11,500	230,000	(· · · · · ·	· [/	F 85	10,090.9091	1
	\uparrow	۱			[]	í	· [/	20	<u> </u>	1,087,727
				[]	i!	<u>ا</u>	ļ!	105	10,359.3074	1,087,727
April	20	5	11,500	57,500	i — — • •	//	1/	1 05	10,359.3074	I
Арть	40	ٽ ب	11,000	57,000	(· · · · · · · · · · · · · · · · · · ·	ł – – – ,	5	<u>11,500</u>	1,145,227
		it				'	<u> </u> !	110	10,411.1570	1,145,227
May	25				50	10411.1570	520,558	60	10,411.1570	624,669
		100	12.000	1 200 000	[]	<u>ر </u>	<u>ا</u>	- 60		
June	22	100	12,000	1,200,000	i — – – – – – – – – – – – – – – – – – –	í	ł/	6 0 100	10,411.1570	1,824,669
	+	i	(()	i — – – – – – – – – – – – – – – – – – –	t/	f	<u> </u>	<u>12,000</u> 11,404.1839	1,824,669
	+ +	·	//	t	()	·'	f	100	11,707.1002	1,047,005
July	9	25	12,000	300,000	()	('	f/	– 160	11,404.1839	
		()	()		()	//	[]	25	<u>12,000</u>	2,124,669
	\square	ĮĮ	[]	\square	├── ┤	<u> </u>	[]	185	11,484.6996	2,124,669
Aug	14	,	()	()	60	11484.6996	689,082	125	11,484.6996	1,435,587
Sep	6	50	12,500	625,000	(· · · · · · · · · · · · · · · · · · ·	· [1 25	11,484.6996	1
~~~	1 1	,			[]	· · · · · · · · · · · · · · · · · · ·	/ · · · · ·	50	<u>12,500</u>	2,060,587
		,	[]	()	[]	<u>ا</u>	ļ!	175	11,774.7854	2,060,587
Oct	20	,	<u>الم</u>	()	75	11774.7854	883,109	100	11,774.7854	1,177,479
Nov	12	80	12,800	1,024,000	·/	<u>ا ا ا ا ا</u>	<u>ا</u>	∎100	11,774.7854	1
		۱ <u> </u>			()	('	<u>י</u>	80	12,800	2,201,479
			[]	[]		<u></u> ا	<u>ا</u>	180	12,230.4363	2,201,479
Dec	25	,	()	()	25	12230.4363	3 305,761	155	12,230.4363	1,895,718
	╂}	290	//	3,546,500	235	<u>ا'</u>	2,650,782	155	/'	1,895,718
		<b>/</b>		st of Goods S			I	[]		
	Ending Inventory= Rs.1,895,718									

Accounting with Jaweed Hassan (ACMA, MBA) Cell No: 0332-2935798 fb: https://www.facebook.com/JavedHassanBatooq

Email: javed hass and a tooq@gmail.com

Computation for Sales								
Dat	e	Units Sold	<b>Price/Unit</b>	Sales				
2008 Jan	20	5	15,000	75,000				
Feb	18	20	15,000	300,000				
May	25	50	15,000	750,000				
Aug	14	60	15,000	900,000				
Oct	20	75	15,000	1,125,000				
Dec	25	25	15,000	375,000				
		235		3,525,000				

Your Choice General Journal-Dated Entries								
DateAccount Titles and ExplanationPost Ref.DebitCredit								
2008	<b> </b>		 					
2008 Jan	15	Merchandise		110,000				
		Accounts Payable			110000			
		(Purchased merchandise on credit)						
	20	Cost of Goods Sold		50455				
		Merchandise			50455			
		(To record cost of sales)						

Operational Level 1

Fundamentals of Financial Accounting

			•	•
	20	Accounts Receivable	75000	
		Sales		75000
		(Sales on credit)		
Feb	18	Cost of Goods Sold	201818	
		Merchandise		201818
		(To record cost of sales)		
	18	Accounts Receivable	300000	
		Sales		300000
		(Sales on credit)		
Mar	11	Merchandise	230,000	
		Accounts Payable		230000
		(Purchased merchandise on credit)		
April	20	Merchandise	57500	
		Accounts Payable		57500
		(Purchased merchandise on credit)		
May	25	Accounts Receivable	750000	
		Sales		750000
		(Sales on credit)		

Operational	l	evel	1
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Fundamentals of Financial Accounting

			-	-
	25	Cost of Goods Sold	520,558	
		Merchandise		520,558
		(To record cost of sales)		
June	22	Merchandise	1,200,000	
		Accounts Payable		1,200,000
		(Purchased merchandise on credit)		
July	9	Merchandise	300,000	
		Accounts Payable		300,000
		(Purchased merchandise on credit)		
Aug	14	Accounts Receivable	900,000	
		Sales		900,000
		(Sales on credit)		
	14	Cost of Goods Sold	689,082	
		Merchandise		689,082
		(To record cost of sales)		
Sep	6	Merchandise	625,000	
		Accounts Payable		625,000
		(Purchased merchandise on credit)		

Operational Level 1

Fundamentals of Financial Accounting

Oct	20	Accounts Receivable	1,125,000	
		Sales		1,125,000
		(Sales on credit)		
	20	Cost of Goods Sold	883,109	
		Merchandise		883,109
		(To record cost of sales)		
Nov	12	Merchandise	1,024,000	
		Accounts Payable		1,024,000
		(Purchased merchandise on credit)		
Dec	25	Accounts Receivable	375,000	
		Sales		375,000
		(Sales on credit)		
	25	Cost of Goods Sold	305,761	
		Merchandise		305,761
		(To record cost of sales)		

## **Your Choice**

## **General Journal-Entries in Total**

Date		Account Titles and Explanation		Debit	<b>Credit</b>	
2008 Jan 1 to Dec 31	1	Merchandise Accounts Payable		3,546,500	3,546,500	
		(Purchased merchandise on credit)				
	2	Cost of Goods Sold Merchandise (To record cost of sales)		2,650,782	2,650,782	
	3	Accounts Receivable		3,525,000		
		Sales (Sales on credit)			3,525,000	

Accounting with Valled Hassam (ACMA, MBA) Cell No: 0332-2935798

<b>Computation for Gross Profit</b>								
Sales	3,525,000							
Less:Co	(2,650,782)							
G	874,218							

Note: In perpetual inventory system, no entry is made for recording the unsold inventory (ending inventory) at the year end.